UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF VIRGINIA Alexandria Division

In re:)	
JON MICHAEL SMASAL)	Case No. 04-10808-SSM
	Debtor)	Chapter 7
KATHY L. HAMBY)	
	Plaintiff)	
VS.)	Adversary Proceeding No. 04-1200
JON MICHAEL SMASA	AL)	
	Defendant)	

MEMORANDUM OPINION AND ORDER AWARDING ATTORNEY'S FEES

Before the court is the plaintiff's motion for an award of attorney's fees incurred in the prosecution of this adversary proceeding. This was an action to determine the dischargeability of obligations arising under a property settlement agreement and divorce decree. By judgment entered February 23, 2005, the court determined that the debtor's obligations to maintain health and life insurance for his children and to reimburse his former wife for one-half of their uncovered medical expenses was non-dischargeable, as was his obligation to indemnify her against a \$6,500 credit card debt, but that his obligation to indemnify her against a \$25,000 to \$30,000 mortgage deficiency claim was dischargeable. The judgment permitted the plaintiff to file, within ten days of the entry of the judgment, a

¹ A full statement of the reasons for the court's ruling is set forth in the memorandum opinion that accompanied the judgment.

motion for allowance of attorneys' fees. The plaintiff has done so and seeks an attorney's fee award of \$8,775.00.

The Fourth Circuit has adopted a 12-factor test for use in awarding attorney's fees. *Barber v. Kimbrell's, Inc.*, 577 F.2d 216, 226 n.28 (4th Cir. 1978). Those factors are: (1) the time and labor expended; (2) the novelty and difficulty of the questions raised; (3) the skill required to properly perform the legal services rendered; (4) the attorney's opportunity costs in pressing the instant litigation; (5) the customary fee for like work; (6) the attorney's expectations at the outset of the litigation; (7) the time limitations imposed by the client or circumstances; (8) the amount in controversy and the results obtained; (9) the experience, reputation, and ability of the attorney; (10) the undesirability of the case within the legal community in which the suit arose; (11) the nature and length of the professional relationship between the attorney and client; and (12) attorneys' fee awards in similar cases. In a subsequent opinion, the Court explained that in applying the *Barber* test, the court should first multiply the number of hours reasonably expended by the customary hourly rate to determine an initial amount for fee award, and then adjust the fee on the basis of the other factors. *Anderson v. Morris*, 658 F.2d 246, 249 (4th Cir. 1981).

The time entries attached to the fee application reflect 38.7 hours of attorney time (for which compensation is sought at the rate of \$225.00 per hour) and 0.9 hours of paralegal time (for which compensation is sought at \$75.00 per hour). The hourly rates requested are within the range of customary rates for Northern Virginia, and the time expended appears reasonable, given the complexity of the issues, which primarily centered on the respective financial conditions and earning potential of the parties. The only factor that appears to

warrant an adjustment of the "lodestar" is the amount in controversy and results obtained. The only issue seriously contested at the trial was the dischargeability of the debtor's obligation to indemnify Ms. Hamby against the First USA Visa debt and the Bank of America debt. Ms. Hamby prevailed as to the first of those, but not as to the second. The amount of the First USA Visa debt was \$6,500, as compared with approximately \$25,000 to \$30,000 for the Bank of America debt. Having considered the results obtained and the relatively small amount of the claim upon which Ms. Hamby prevailed, the court concludes that a fee award equal to 50% of the lodestar amount is appropriate.

ORDER

For the foregoing reasons, it is

ADJUDGED, ORDERED AND DECREED:

- 1. The plaintiff shall recover of the defendant attorney's fees in the amount of \$4,387.50.
- 2. The clerk shall mail a copy of this order, or give electronic notice of its entry, to the parties listed below.

Date:	
	Stephen S. Mitchell
Alexandria, Virginia	United States Bankruptcy Judge

Copies to:

Ann M. Callaway, Esquire Ann M. Callaway, P.C. 15 Garrett Street Warrenton, VA 20186 Counsel for the plaintiff

Richard A. Bartl, Esquire Tyler, Bartl, Gorman & Ramsdell, PLC 700 S. Washington St., Suite 216 Alexandria, VA 22314 Counsel for the defendant